

BEFORE THE ARIZONA CORPORATION COMMISSION

3

4

5

**COMMISSIONERS** 

DOUG LITTLE - Chairman **BOB STUMP BOB BURNS** TOM FORESE ANDY TOBIN

Arizona Corporation Commission DOCKETE

SFP 06 2016

RECEIVED AZ CORP COMMISSION DOCKET CONTROL

2016 SEP - 6 A 9: 37

DOCKETED BY

6

8

10 11

12

13 14

15 16

17 18

19 20

21

22 23

25

24

26

27

28

IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY FOR A HEARING TO DETERMINE THE FAIR VALUE OF THE UTILITY PROPERTY OF THE COMPANY FOR RATEMAKING PURPOSES. TO FIX A JUST AND REASONABLE RATE OF RETURN THEREON. TO APPROVE RATE SCHEDULES DESIGNED TO DEVELOP SUCH RETURN.

IN THE MATTER OF FUEL AND PURCHASED POWER PROCUREMENT AUDITS FOR ARIZONA PUBLIC SERVICE COMPANY.

DOCKET NO. E-01345A-16-0036

DOCKET NO. E-01345A-16-0123

### PROCEDURAL ORDER

# BY THE COMMISSION:

On June 1, 2016, Arizona Public Service Company ("APS" or "Company") filed with the Arizona Corporation Commission ("Commission") the above-captioned Rate Case Application.

Parties who have previously been granted intervention in this docket are Richard Gayer, Patricia Ferré, Warren Woodward, IO Data Centers, LLC ("IO"), Freeport Minerals Corporation ("Freeport"), Arizonans for Electric Choice and Competition ("AECC"), Sun City Home Owners Association ("Sun City HOA"), Western Resource Advocates ("WRA"), Arizona Investment Council ("AIC"), Arizona Utility Ratepayer Alliance ("AURA"), Property Owners and Residents Association, Sun City West ("PORA"), Arizona Solar Energy Industries Association ("AriSEIA"), Arizona School Boards Association ("ASBA") and Arizona Association of School Business Officials ("AASBO") (collectively "ASBA/AASBO"), Cynthia Zwick, Arizona Community Action Association ("ACAA"), Southwest Energy Efficiency Project ("SWEEP"), the Residential Utility Consumer Office ("RUCO"), Vote Solar, Electrical District Number Eight and McMullen Valley Water Conservation & Drainage District (collectively, "ED8/McMullen"), The Kroger Co. ("Kroger"), Tucson Electric Power Company ("TEP"), Pima County, Solar Energy Industries Association ("SEIA"), the Energy Freedom

### BEFORE THE ARIZONA CORPORATION COMMISSION

## **COMMISSIONERS**

DOUG LITTLE – Chairman
 BOB STUMP
 BOB BURNS
 TOM FORESE
 ANDY TOBIN

6 IN TH

IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC SERVICE COMPANY FOR A HEARING TO DETERMINE THE FAIR VALUE OF THE UTILITY PROPERTY OF THE COMPANY FOR RATEMAKING PURPOSES, TO FIX A JUST AND REASONABLE RATE OF RETURN THEREON, TO APPROVE RATE SCHEDULES DESIGNED TO DEVELOP SUCH RETURN.

DOCKET NO. E-01345A-16-0036

IN THE MATTER OF FUEL AND PURCHASED POWER PROCUREMENT AUDITS FOR ARIZONA PUBLIC SERVICE COMPANY.

DOCKET NO. E-01345A-16-0123

#### PROCEDURAL ORDER

#### BY THE COMMISSION:

On June 1, 2016, Arizona Public Service Company ("APS" or "Company") filed with the Arizona Corporation Commission ("Commission") the above-captioned Rate Case Application.

Parties who have previously been granted intervention in this docket are Richard Gayer, Patricia Ferré, Warren Woodward, IO Data Centers, LLC ("IO"), Freeport Minerals Corporation ("Freeport"), Arizonans for Electric Choice and Competition ("AECC"), Sun City Home Owners Association ("Sun City HOA"), Western Resource Advocates ("WRA"), Arizona Investment Council ("AIC"), Arizona Utility Ratepayer Alliance ("AURA"), Property Owners and Residents Association, Sun City West ("PORA"), Arizona Solar Energy Industries Association ("AriSEIA"), Arizona School Boards Association ("ASBA") and Arizona Association of School Business Officials ("AASBO") (collectively "ASBA/AASBO"), Cynthia Zwick, Arizona Community Action Association ("ACAA"), Southwest Energy Efficiency Project ("SWEEP"), the Residential Utility Consumer Office ("RUCO"), Vote Solar, Electrical District Number Eight and McMullen Valley Water Conservation & Drainage District (collectively, "ED8/McMullen"), The Kroger Co. ("Kroger"), Tucson Electric Power Company ("TEP"), Pima County, Solar Energy Industries Association ("SEIA"), the Energy Freedom

Coalition of America ("EFCA"), Wal-Mart Stores, Inc. and Sam's West, Inc. (collectively, "Walmart"), Local Unions 387 and 769 of the International Brotherhood of Electrical Workers, AFL-CIO (collectively, "the IBEW Locals"), Noble Americas Energy Solutions LLC ("Noble Solutions"), and the Arizona Competitive Power Alliance ("the Alliance").

On June 14, 2016, APS filed a Notice of Errata.

On June 23, 2016, APS filed its Second Notice of Errata.

On June 24, 2016, APS filed a copy of the notice it provided to parties of record of the Rate Case Technical Conferences scheduled for July 20, 2016, August 23, 2016, September 29, 2016, and October 26, 2016.

On July 1, 2016, the Commission's Utilities Division ("Staff") issued a Letter of Sufficiency pursuant to Arizona Administrative Code ("A.A.C.") R14-2-103, classifying APS as a Class A utility.

On July 22, 2016, a Rate Case Procedural Order was issued setting the procedural schedule and associated procedural deadlines for this matter, granting several interventions, and granting several requests to receive service by email.

On August 1, 2016, a Procedural Order was issued granting Staff's request to consolidate the above-captioned dockets, correcting typographical errors in the July 22, 2016 Rate Case Procedural Order, granting interventions, and granting requests to receive service by email.

On August 5, 2016, APS filed a Motion for Clarification and Extension of Time.

On August 9, 2016, a Procedural Order was issued granting APS's Motion for Clarification and Extension of Time. The Procedural Order also granted several interventions and approved a consent to email service.

On August 11, 2016, EFCA filed a Consent to Service by Email.

On August 15, 2016, Staff filed a Consent to Email Service.

On August 17, 2016, Noble Solutions filed a Consent to Email Service.

On August 24, 2016, APS filed a copy of the presentation from its second Rate Case Technical Conference.

On August 24, 2016, Electrical District Number Six, Pinal County, Arizona ("ED 6"); Electrical District Number Seven of the County of Maricopa, State of Arizona ("ED7"), Aguila Irrigation District

3

4 5

6

7

8

9

10 11

12

13

14

15

16

17 18

19

20

21 22

23

24 25

27

28

("AID"), Tonopah Irrigation District ("TID"); Harquahala Valley Power District ("HVPD"); and Maricopa County Municipal Water Conservation District Number One ("MWD") (collectively, "Districts") jointly filed an Application for Leave to Intervene.

Numerous public comments have been filed.

#### **Interventions**

No party has objected to the intervention request jointly filed by the Districts, and accordingly. the Districts should be granted intervention.

#### Consents to Email Service

The Consents to Email Service filed by Noble Solutions and the Districts are now complete. Their requests to be served by email should therefore be approved, and their designated email addresses and courtesy email addresses have now been added to the service list for these consolidated dockets.

The Commission appreciates when parties consent to email service and encourages parties to do so. Email service enables parties to more promptly receive service of filings made in a case by a Commissioner, the Commission's Executive Director, or a Commission Division and reduces both the amount of paper the Commission consumes and the Commission's postal expenses.

To allow outside parties to enjoy similar benefits, the Commission has determined that the Utilities Division shall automatically be deemed to have consented to email service in any case in which it is a party. In addition, the Commission requests that parties cease providing courtesy copies of their filings to the Hearing Division.

Parties who do not consent to email service will not be provided documents filed by a Commissioner, the Commission's Executive Director, or a Commission Division via email and will instead continue to receive all of these documents in hard copy via the U.S. Mail. Parties who do not opt in to email service also may not receive hard copies of some documents filed by a Commissioner or the Commission's Executive Director, such as Amendments to Open Meeting Agenda items.

IT IS THEREFORE ORDERED that Electrical District Number Six, Pinal County, Arizona; Electrical District Number Seven of the County of Maricopa, State of Arizona; Aguila Irrigation

In cases that do not involve the Commission's Securities Division, the Commission's Legal Division shall be included as counsel for the Commission Division involved in the case.

28 .

District; Tonopah Irrigation District; Harquahala Valley Power District; and Maricopa County Municipal Water Conservation District Number One are hereby granted intervention.

IT IS FURTHER ORDERED that the request of Noble Solutions and the joint request of Electrical District Number Six, Pinal County, Arizona; Electrical District Number Seven of the County of Maricopa, State of Arizona; Aguila Irrigation District; Tonopah Irrigation District; Harquahala Valley Power District; and Maricopa County Municipal Water Conservation District Number One to receive service of all filings in this docket via their respective designated email addresses rather than via U.S. Mail, are hereby approved.

IT IS FURTHER ORDERED that the Commission's Utilities Division is deemed to have consented to email service for this docket using the following email address/es: <a href="mailto:JAlward@azcc.gov">JAlward@azcc.gov</a> and <a href="mailto:TBroderick@azcc.gov">TBroderick@azcc.gov</a>.

IT IS FURTHER ORDERED that withdrawal of representation must be made in compliance with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Arizona Supreme Court Rule 42). Representation before the Commission includes appearances at all hearings and procedural conferences, as well as all Open Meetings for which the matter is scheduled for discussion, unless counsel has previously been granted permission to withdraw by the Administrative Law Judge or the Commission.

IT IS FURTHER ORDERED that all parties must comply with Arizona Supreme Court Rules 31, 38, 39, and 42 and A.R.S. § 40-243 with respect to the practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113 - Unauthorized Communications) applies to this proceeding and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that each party or prospective party shall **refer to the Rate Case Procedural Order** issued in this matter on **July 22, 2016,** for additional information regarding the process to consent to service by email. Information regarding Consent to Email Service is also available on the Commission's website (www.azcc.gov) by clicking on "Email Service Consent."

IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

DATED this  $6^{\frac{1}{12}}$  day of September, 2016.

TEENA JIBILIAN

ASSISTANT CHIEF ADMINISTRATIVE LAW JUDGE

moles for

1	0 1. 14h 1 00 1 00 1	
	On this Life day of September, 2016, the foregoing	ng document was filed with Docket Control as a
2	Procedural Order – Regarding Intervention, and copi	es of the foregoing were mailed on behalf of the
2	Hearing Division to the following who have not cons	ented to email service. On this date or as soon as
3	possible thereafter, the Commission's eDocket progra	m will automatically email a link to the foregoing
4	to the following who have consented to email service	) <b>.</b>
4		
5	Thomas A. Loquvam	Greg Eisert, Director
	Thomas L. Mumaw Melissa M. Krueger	Steven Puck, Director Government Affairs
6	PINNACLE WEST CAPITAL CORPORATION	SUN CITY HOMEOWNERS ASSOCIATION
	400 North 5 <sup>th</sup> Street, MS 8695	10401 W. Coggins Drive
7	Phoenix, AZ 85004	Sun City, AZ 85351
	Attorneys for Arizona Public Service Company	gregeisert@gmail.com
8	Potalisis Pount	Steven.puck@cox.net
9	Patricia Ferré P.O. Box 433	Consented to Service by Email
9	Payson, AZ 85547	Timothy M. Hogan
10	1 4,000,712 000 17	ARIZONA CENTER FOR LAW IN THE PUBLIC
10	Richard Gayer	INTEREST
11	526 W. Wilshire Drive	202 E. McDowell Road, Suite 153
	Phoenix, AZ 85003	Phoenix, Arizona 85004
12	rgayer@cox.net  Consented to Service by Email	Attorneys for Western Resource Advocates,
	Consented to Service by Eman	Southwest Energy Efficiency Project, and Vote Solar thogan@aic@aclpi.org
13	Warren Woodward	ken.wilson@westernresources.org
14	55 Ross Circle	schlegelj@aol.com
177	Sedona, AZ 86336	ezuckerman@swenergy.org
15	w6345789@yahoo.com	bbaatz@aceee.org
	Consented to Service by Email	briana@votesolar.org
16	Anthony L. Wanger	Consented to Service by Email
	Alan L. Kierman	Timothy M. Hogan
17	Brittany L. DeLorenzo	ARIZONA CENTER FOR LAW IN THE PUBLIC
10	IO DATA CENTERS, LLC	INTEREST
18	615 N. 48 <sup>th</sup> St.	202 E. McDowell Road, Suite 153
19	Phoenix, AZ 85008	Phoenix, Arizona 85004
19	Patrick J. Black	Attorneys for Arizona School Boards Association and Arizona Association of School Business Officials
20	C. Webb Crockett	7112011a 7133001ation of School Business Officials
	FENNEMORE CRAIG, PC	Meghan H. Grabel
21	2394 E. Camelback Road, Suite 600	OSBORN MALEDON, P.A.
	Phoenix, Arizona 85016	2929 N. Central Ave., Suite 2100
22	Attorneys for Freeport Minerals Corporation and Arizonans for Electric Choice and Competition	Phoenix, Arizona 85012
22	wcrocket@fclaw.com	Attorneys for Arizona Investment Council  Mgrabel@omlaw.com
23	pblack@fclaw.com	gyaquinto@arizonaic.org
24	khiggins@energystrat.com	Consented to Service by Email
	Consented to Service by Email	
25	D 'ID CI CI'CC I	Craig A. Marks
	Daniel Pozefsky, Chief Counsel RESIDENTIAL UTILITY CONSUMER OFFICE	CRAIG A. MARKS, PLC 10645 N. Tatum Blvd., Suite 200-676
26	1110 W. Washington, Suite 220	Phoenix, AZ 85028
	Phoenix, AZ 85007	Attorney for Arizona Utility Ratepayer Alliance
27		Craig.Marks@azbar.org
20		Pat.Quinn47474@gmail.com
28		Consented to Service by Email

1	Al Gervenack, Director	Michael W. Patten
1	Rob Robbins, President	Jason D. Gellman
2	PROPERTY OWNERS & RESIDENTS	SNELL & WILMER LLP
2	ASSOCIATION	One Arizona Center
2	13815 Camino del Sol	400 East Van Buren Street
3	Sun City West, AZ 85372	Phoenix, AZ 85004
	Al.gervenack@porascw.org	Attorneys for Tucson Electric Power Company
4	Rob.robbins@porascw.org	mpatten@swlaw.com
_	Consented to Service by Email	jhoward@swlaw.com
5	T	docket@swlaw.com
	Tom Harris, Chairman	Bcarroll@tep.com
6	ARIZONA SOLAR ENERGY INDUSTRIES	Consented to Service by Email
	ASSOCIATION	
7	2122 W. Lone Cactus Dr., Suite 2	Charles Wesselhoft, Deputy County Attorney
	Phoenix, AZ 85027	PIMA COUNTY ATTORNEY'S OFFICE
8	Tom.Harris@AriSEIA.org	32 North Stone Avenue, Suite 2100
	Consented to Service by Email	Tucson, AZ 85701
9	Constitution of Division Constitution of Division Constitution of Division Constitution of the Constitutio	Charles. Wesselhoft@pcao.pima.gov
	Cynthia Zwick, Executive Director	Consented to Service by Email
10	Kevin Hengehold, Energy Program Director	Consented to betwee by Email
	ARIZONA COMMUNITY ACTION ASSOCIATION	Giancarlo G. Estrada
11		KAMPER ESTRADA, LLP
	2700 N. 3 <sup>rd</sup> Street, Suite 3040 Phoenix, AZ 85004	3030 N. 3 <sup>rd</sup> Street, Suite 770
12	rnoenix, AZ 83004	Phoenix, AZ 85012
	Jay I. Moyes	·
13	MOYES SELLERS & HENDRICKS LTD	Attorneys for Solar Energy Industries Association
13		Court C. Di-1
14	1850 N. Central Avenue, Suite 1100 Phoenix, AZ 85012	Court S. Rich
17		ROSE LAW GROUP PC
15	Attorneys for Electrical District Number Eight and McMullen Valley Water Conservation & Drainage	7144 E. Stetson Drive, Suite 300
15	District	Scottsdale, AZ 85251
16	JasonMoyes@law-msh.com	Attorneys for Energy Freedom Coalition of America
10	jimoyes@law-msh.com	
17	jim@harcuvar.com	Scott S. Wakefield
1/	Consented to Service by Email	HIENTON CURRY, PLLC
18	Consented to Service by Email	5045 N. 12th Street, Suite 110
10	Kurt J. Boehm	Phoenix, AZ 85014
19	Jody Kyler Cohn	Attorneys for Wal-Mart Stores, Inc.
19	BOEHM KURTZ & LOWRY	swakefield@hclawgroup.com
20	36 E. Seventh Street, Suite 1510	mlougee@hclawgroup.com
20	Cincinnati, OH 45202	Stephen.chriss@wal-mart.com
٠. ا	Attorneys for The Kroger Co.	Greg.tillman@walmart.com
21		chris.hendrix@wal-mart.com
	John William Moore, Jr.	Consented to Service by Email
22	1321 North 16th Street	
_	Phoenix, AZ 85020	Nicholas J. Enoch
23	Attorney for The Kroger Co.	Kaitlyn A. Redfield-Ortiz
ا	•	Emily A. Tornabene
24	Lawrence V. Roberson, Jr.	LUBIN & ENOCH, PC
	PO Box 1448	349 N. 4th Avenue
25	Tubac, AZ 85646	Phoenix, AZ 85003
	Attorney for Noble Americas Energy Solutions LLC	Attorneys for Local Unions 387 and
26	tubaclawyer@aol.com	769 of IBEW, AFL-CIO
	Consented to Service by Email	
27		

1	Greg Patterson MUNGER CHADWICK
2	916 West Adams, Suite 3
2	Phoenix, AZ 85007 Attorneys for Arizona Competitive Power Alliance
3	
4	Albert H. Acken Sheryl A. Sweeney
ے	Samuel L. Lofland
5	RYLEY CARLOCK & APPLEWHITE One N. Central Avenue, Suite 1200
6	Phoenix, AZ 85004 Attornove for Electrical District Number Six, Binel County, Avince
7	Attorneys for Electrical District Number Six, Pinal County, Arizona; Electrical District Number Seven of the County of Maricopa, State of Arizona;
	Aguila Irrigation District; Tonopah Irrigation District; Harquahala Valley Power District; and Maricopa County Municipal Water Conservation District Number One
8	aacken@rcalaw.com
9	ssweeney@rcalaw.com slofland@rcalaw.com
10	jjw@krsaline.com
10	Consented to Service By Email
11	Janice Alward, Chief Counsel
12	Legal Division ARIZONA CORPORATION COMMISSION
12	1200 West Washington Street
13	Phoenix, AZ 85007
14	Attorneys for the Utilities Division  JAlward@azcc.gov
15	TBroderick@azec.gov
	Consented to Service by Email
16	
17	By: Fallman
18	Rebecca Tallman
	Assistant to Teena Jibilian
19	
20	
21	
22	
23	
24	
25	
II	